Revenue

Ms. SERIES.

G.O. No. 2696

Dated 2-12-1942

[Despatch Abstract.]

Excise - Cashew arrack - South Kanara District - 1943 Cashew season
Manufacture and supply on draught and in sealed bottles - Sanctioned

D4

Secrt. II-27—50,006—27-10-41.

Revenue (1942) Department.

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C.F. 31—2,506—4-2-39.

BOARD OF REVENUE (EXCISE) **DEPARTMENT.**

2859D
23-11-42

CURRENT No.

Received 19 *Registered* 19

ASST. SECRETARY TO
22 NOV 1942
REVENUE DEPARTMENT

Subject.

Cashew arrack - Manufacture at Chowghat distillery for supply in bottles and on draught to South Kanara District - 1943 cashew season - Proposal -

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C.R. No. 18576 - /Abk/42 -XA1

Station Salem, *Dated the* 18th November 19 42

From

S.M. Hamilton Esquire,

~~Secretary~~ Assistant Secretary,

Board of Revenue. (Excise).

J.B. BROWN ESQUIRE, C.I.E., I.C.S.,
Commissioner of Excise, Board of Revenue, Sep.Rev.,
and Commissioner of Commercial Taxes.

REFERENCE:-

The Board invites the attention of the Government to paras 3 and 4 of its Reference C.R.No.10807-Abk./41-A, dated 12-11-42 and to the orders of the Government in G.O.No.M.S.2797, Rev., dated 8-12-41. The total quantity of cashew arrack manufactured during the 1942 cashew season was 2350.8 proof gallons. Out of this total quantity manufactured a quantity of 375 gallons of 35° U.P. or about 244 proof gallons was set apart for issue to Government Hospitals. The balance of 2106.8 or 2107 proof gallons was made available for issue from the Mangalore Warehouse to depots and shops in South Kanara district. The quantity of cashew arrack left in the Mangalore Warehouse on 1-8-42 for issues to depots and shops was 104 gallons of 35° U.P. or about 68 proof gallons only.

2. On an analysis of a sample of cashew arrack manufactured in 1942 cashew season with samples of illicit cashew arrack seized from

South

South Kanara district, the Board found that the licit sample, though slightly inferior to the illicit sample in respect of the characteristic smell, contained the least amounts of aldehydes and higher alcohols and that it was therefore better in quality than the illicit sample. Consumers therefore liked the cashew arrack manufactured during the 1942 cashew season and the consumption of this arrack during the current half year amounted to 1995 proof gallons in spite of the increased issue prices (excluding duty) fixed, as shown below, for bottled cashew arrack during the current year.

				At Mangalore Warehouse.	At Depots
1941 cashew arrack.	(4 dram bottles	of	35 U.P.	Re.0-6-0	Re.0-6-6
	(2 " "	"		" 0-4-0	" 0-4-3
1942 cashew arrack.	(4 " "	"		" 0-8-0	" 0-8-6
	(2 " "	"		" 0-5-0	" 0-5-3

The increased consumption of cashew arrack in South Kanara district did not in any way displace molasses arrack during this half year and affect the Government revenue, owing to its comparative cheapness, for the consumption of molasses arrack in the district during this period amounted to 22,779 proof gallons as against 16,004 proof gallons in the corresponding period of last year. Cashew arrack is intended to compete with illicit cashew arrack and not with molasses arrack. There is an increased licit demand for cashew arrack from a particular community in the district and it is advisable to provide facilities to meet that demand, in order to avoid replacement of licit cashew arrack by illicitly distilled cashew arrack. On the basis of the consumption in the first half of the current year, the Board considers that a quantity of about 5000 proof gallons will be required for next year, including the quantity of 244 proof gallons required for issue to Government Hospitals. The Board requests that the Government may be pleased to sanction the manufacture of the above quantity during the 1943 cashew season and to permit its sale in South Kanara district, as is done during the current year, in draught as well as in sealed bottles.

3. The hydraulic press and other equipments belonging to Government at the Chowghat distillery will as in the previous years, be placed at the disposal of Messrs.Parry & Co.,Ltd.,and all expenses in connection

connection with the distillation and supply will be borne by the Company.

ASSISTANT SECRETARY.

To the Secretary to the Government, Revenue Department.

R.P.N.20/11.

D/S. Read again: G.O. No 2797 dt 8.12.41

Read also: from the Board of Revenue, Refce. CR No 18576/Abk/42-A1 dt 18.11.42

G.O. No. Ms 2696 dt 21-12-42

Sanction is accorded for the manufacture during the 1943 cashew season of a quantity of ~~about~~ 5000 proof gallons of cashew arrack, including the quantity of 244 proof gallons required for issue to Govt. Hospitals. The cashew arrack manufactured may be sold in South Kanara district on draught as well as in sealed bottles.

2/ ~~The hydraulic press and other~~ at the Chowghat distillery equipments belonging to the Govt. may be placed at the disposal of Messrs. Parry and Co., Ltd. for the manufacture of the cashew arrack. The Company should bear all expenses in connection ~~with the distillation and supply~~

V: Rule para 3 on p 26 F
Rule-o para 2 on p 18
1/12

pd Rs 5/-
AG
25/11/42
25-11-42

JPK
27/11/42

The Board of Revenue
AG. thro' Finance.

CF
17/11/42

NOTE

Please see the Board's Refce. in the CF

2/ For the current season, the manufacture of only 2000 proof gallons of cashew arrack was sanctioned — Vide G.O. No. 2797 Rev dt 8.12.41. In its Refce. in the CF, the Board has asked for (the circumstances stated in)

(I)

Read again: G.O. No. 2797 Rev dt 8.12.41

Read also: From the Board of Revenue, Refce. CR. No. 18576/Abk/42-xA1 dt 18.11.42.

G.O. No. Ms 2696 dt 26-12-42

Sanction is accorded for the manufacture during the 1943 cashew season of a quantity of ~~about~~ 5000 proof gallons of cashew arrack, including the quantity of 244 proof gallons required for issue to Govt. Hospitals. The cashew arrack manufactured may be sold in South Kanara district on draught as well as in sealed bottles.

~~2/ The hydraulic press and other~~ at the Chowghat distillery equipments belonging to the Govt.) may be placed at the disposal of Messrs. Parry and Co., Ltd. for the manufacture of the cashew arrack. The Company should bear all expenses in connection ~~with the distillation and supply~~

The Board of Revenue
A.G. thro' Finance.

NOTE

Please see the Board's Refce. in the CF.

For the current season, the manufacture of only 2000 proof gallons of cashew arrack was sanctioned — Vide G.O. No. 2797 Rev dt 8.12.41. In its Refce. in the CF, the Board has asked for (the circumstances stated in)

the sanction of Govt. for the manufacture of 5000 proof gallons of cashew arrack during the 1943 cashew season. This quantity is presu based on the consumption during the current half year – viz. 1995 proof gallons, and on the probable increased licit demand for this kind of arrack – vide A on p 2 cf. The Board's proposal may perhaps be accepted. The draft order on p 1 ante is for approval. Fin. may perhaps see before circulation through / need not see / the proposal does not involve any loss of revenue or a change of policy of Govt.

Attention is in this connection invited to the notes at pp 7–13 of G.O. 2797 Revd 5.12.41. (D)

B. 1/2

PK. 27/4/42

MD

BL 28/4/42

28/4/42

Bme. Fin. need not see

Acc 30.4.42